

State Controller

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	FY 2005 Gov Rec
BY PROGRAM					
Administration	450,500	425,700	461,500	466,300	460,100
Statewide Accounting	2,708,000	2,472,700	2,572,100	3,689,100	2,612,300
Statewide Payroll	2,188,000	2,148,100	2,022,000	2,065,700	2,041,000
Computer Center	7,270,600	5,575,100	5,869,500	6,489,400	5,957,200
Total:	12,617,100	10,621,600	10,925,100	12,710,500	11,070,600
BY FUND CATEGORY					
General	5,346,500	5,046,500	5,046,900	6,221,100	5,113,400
Dedicated	7,270,600	5,575,100	5,878,200	6,489,400	5,957,200
Total:	12,617,100	10,621,600	10,925,100	12,710,500	11,070,600
Percent Change:		(15.8%)	2.9%	16.3%	1.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	5,953,200	6,568,400	0	0
Operating Expenditures	0	4,410,300	4,284,000	800,000	0
Capital Outlay	0	258,100	72,700	0	0
Lump Sum	12,617,100	0	0	11,910,500	11,070,600
Total:	12,617,100	10,621,600	10,925,100	12,710,500	11,070,600
Full-Time Positions (FTP)	101.85	101.85	101.85	101.85	101.85

Department Description

The State Controller is one of seven statewide elected officials in Idaho. The State Controller's Office of the following four divisions: (1) Administration; (2) Statewide Accounting; (3) Statewide Payroll; and (4) the Computer Center.

The Division of Administration includes the State Controller and central support employees.

The Division of Statewide Accounting is responsible for maintaining the state's accounting system, referred to as STARS (STatewide Accounting and Reporting System), and preparing statewide and agency-specific financial reports.

The Division of Statewide Payroll is responsible for paying and keeping personnel and payroll records for over 24,000 state employees on a bi-weekly basis. It accomplishes this through the Employee Information System (EIS), which consists of three major components: 1) Position Control; 2) Personnel; and 3) Payroll. The division is also responsible for all garnishment processing, tax reporting, interfacing with the Division of Statewide Accounting, and electronic fund transfers with major vendors associated with the payroll system.

The Computer Center maintains the state's central computer, and provides information technology services to all user state agencies.

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Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2004 Original Appropriation	101.85	5,046,900	10,925,100	101.85	5,046,900	10,925,100
Reappropriations	0.00	0	1,695,500	0.00	0	1,695,500
FY 2004 Total Appropriation	101.85	5,046,900	12,620,600	101.85	5,046,900	12,620,600
Non-Cognizable Funds and Transfers	0.00	0	(1,012,100)	0.00	0	(1,012,100)
FY 2004 Estimated Expenditures	101.85	5,046,900	11,608,500	101.85	5,046,900	11,608,500
Removal of One-Time Expenditures	0.00	(20,000)	(756,100)	0.00	(20,000)	(756,100)
FY 2005 Base	101.85	5,026,900	10,852,400	101.85	5,026,900	10,852,400
Personnel Cost Rollups	0.00	51,800	118,700	0.00	51,800	118,700
Inflationary Adjustments	0.00	39,200	82,400	0.00	0	0
Replacement Items	0.00	42,500	113,900	0.00	0	0
Nonstandard Adjustments	0.00	(12,800)	(11,900)	0.00	(12,800)	(11,900)
Change in Employee Compensation	0.00	23,500	55,000	0.00	47,500	111,400
FY 2005 Program Maintenance	101.85	5,171,100	11,210,500	101.85	5,113,400	11,070,600
1. Modernize Statewide Accounting Sys.	0.00	250,000	250,000	0.00	0	0
2. Business Intelligence Project	0.00	800,000	800,000	0.00	0	0
3. Upgrade & Enhance DASD	0.00	0	450,000	0.00	0	0
Lump Sum & Carryover Authority	0.00	0	0	0.00	0	0
FY 2005 Total	101.85	6,221,100	12,710,500	101.85	5,113,400	11,070,600
Change from Original Appropriation	0.00	1,174,200	1,785,400	0.00	66,500	145,500
% Change from Original Appropriation		23.3%	16.3%		1.3%	1.3%

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation	101.85	5,046,900	5,878,200	0	10,925,100

Reappropriations

Computer Center

The Computer Service Center received carryover authority for FY 2004.

Agency Request	0.00	0	1,695,500	0	1,695,500
Governor's Recommendation	0.00	0	1,695,500	0	1,695,500

FY 2004 Total Appropriation					
Agency Request	101.85	5,046,900	7,573,700	0	12,620,600
Governor's Recommendation	101.85	5,046,900	7,573,700	0	12,620,600

Non-Cognizable Funds and Transfers

Reflects FTP adjustments which move 1 FTP from Statewide Payroll to Computer Service Center and .20 FTP from Computer Service Center to Administration, and removal of carryover authority. Also reflects a reduction in estimated expenditures from reappropriation in the Computer Service Center.

Agency Request	0.00	0	(1,012,100)	0	(1,012,100)
Governor's Recommendation	0.00	0	(1,012,100)	0	(1,012,100)

FY 2004 Estimated Expenditures					
Agency Request	101.85	5,046,900	6,561,600	0	11,608,500
Governor's Recommendation	101.85	5,046,900	6,561,600	0	11,608,500

Removal of One-Time Expenditures

Remove funding provided for one-time items and carryover authority.

Agency Request	0.00	(20,000)	(736,100)	0	(756,100)
Governor's Recommendation	0.00	(20,000)	(736,100)	0	(756,100)

FY 2005 Base					
Agency Request	101.85	5,026,900	5,825,500	0	10,852,400
Governor's Recommendation	101.85	5,026,900	5,825,500	0	10,852,400

Personnel Cost Rollups

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from \$5,548 to \$6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.

Agency Request	0.00	51,800	66,900	0	118,700
Governor's Recommendation	0.00	51,800	66,900	0	118,700

Inflationary Adjustments

Includes a general inflationary increase of 1.9% in operating expenditures.

Agency Request	0.00	39,200	43,200	0	82,400
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The Governor recommends no increase for general inflation.

Governor's Recommendation	0.00	0	0	0	0
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Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
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Replacement Items

Administration: 4 PCs (\$6,800)
 Accounting: 10 PCs (\$17,000)
 Payroll: 11 PCs (\$18,700)
 Computer Center: 17 PCs (\$28,900), 2 LAN servers (\$42,500)

Agency Request	0.00	42,500	71,400	0	113,900
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Nonstandard Adjustments

Reflects an adjustment in Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates.

Agency Request	0.00	(12,800)	900	0	(11,900)
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Governor's Recommendation	0.00	(12,800)	900	0	(11,900)
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Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	23,500	31,500	0	55,000
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The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	0.00	47,500	63,900	0	111,400
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FY 2005 Program Maintenance

Agency Request	101.85	5,171,100	6,039,400	0	11,210,500
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Governor's Recommendation	101.85	5,113,400	5,957,200	0	11,070,600
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1. Modernize Statewide Accounting Sys.

Statewide Accounting

Reduced funding levels have deferred maintenance on the state's central accounting systems, and these systems have lost their appeal as useful tools for state agencies. As a result, agencies have designed and implemented their own accounting systems and continue to seek resources for new agency specific accounting systems. This enhancement would provide one-time General Funds to modify and modernize the State's central accounting systems sufficiently to meet many agency requirements.

The funding would be used as follows: \$35,000 to purchase a new local area network server and additional data storage devices; \$40,000 to purchase On-Line Analytical Processing software; \$75,000 for the purchase of services from the Computer Service Center; and \$100,000 to a study of statewide accounting and reporting systems (supported by the Governor's Blue Ribbon Task Force).

Agency Request	0.00	250,000	0	0	250,000
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The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.

Governor's Recommendation	0.00	0	0	0	0
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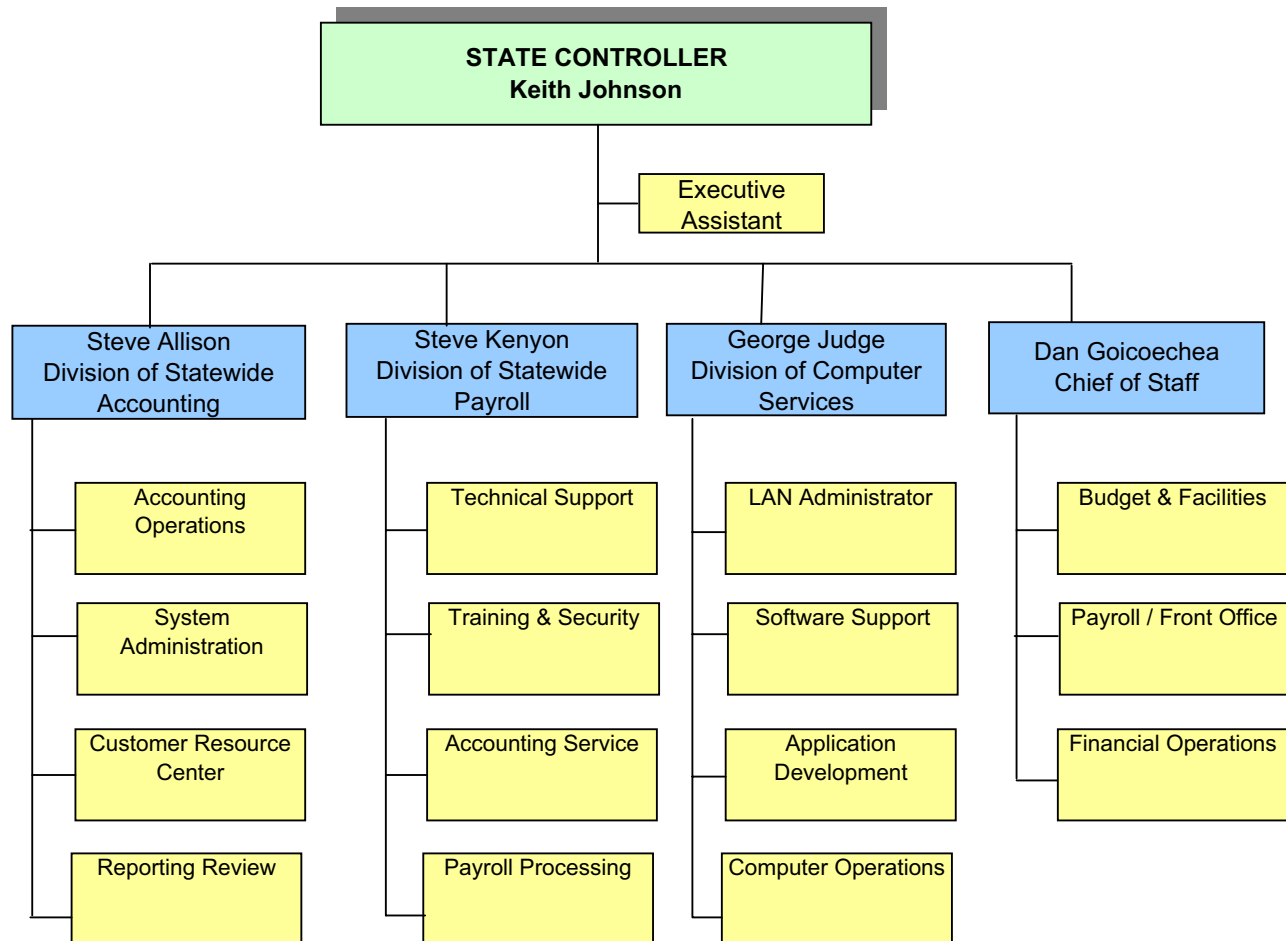
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Business Intelligence Project					Statewide Accounting
This enhancement would provide \$800,000 (\$600,000 one-time, \$200,000 ongoing) in General Funds for the development of a business intelligence tool. In FY 2006 and thereafter, the \$200,000 will be needed for ongoing system and software maintenance. It is anticipated that the initial \$800,000 and the ongoing maintenance costs will be recovered through the statewide cost allocation plan, which would reduce the total net impact to the General Fund.					
State agency financial managers frequently cannot access the date and information they need to provide good management reporting for agency program managers. Reports from statewide financial management systems, such as the accounting and payroll systems, either do not present information in the right format or do not present this information in an integrated fashion. As a result, many state agencies have either developed independent, redundant systems or expend significant personnel resources on a monthly basis to fill this need. This enhancement would enable the development and implementation of a tool which would provide agencies with access to combined accounting and payroll data with dynamic reporting capability.					
Agency Request	0.00	800,000	0	0	800,000
<i>The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.</i>					
Governor's Recommendation	0.00	0	0	0	0
3. Upgrade & Enhance DASD					Computer Center
This enhancement would provide for the purchase of additional Direct Access Storage Device (DASD). The DASD storage requirements continue to grow as the complexity of the data center technology increases. The Computer Center plans to adopt a new strategy whereby instead of saving data on the Local Area Network (LAN) servers, the servers will be connected to the mainframe DASD for data storage purposes. This new strategy will require upgrading DASDs on a more frequent basis and purchase new technology to accommodate the increased demands for the storage.					
Agency Request	0.00	0	450,000	0	450,000
<i>The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.</i>					
Governor's Recommendation	0.00	0	0	0	0
Lump Sum & Carryover Authority					All Programs, All Funds
The State Controller requests a lump sum appropriation (which removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments) and carryover authority which allows the agency to carry any unused spending authority for the current fiscal year over to the next fiscal year. Since lump sum and carryover are exceptions to the state budget laws, they require specific legislative authorization and approval (Idaho Code §67-3508(1)).					
The Computer Service Center, which was the only program in this budget that received carryover authority last year, carried over \$1,695,500 into FY 2004.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2005 Total					
Agency Request	101.85	6,221,100	6,489,400	0	12,710,500
Governor's Recommendation	101.85	5,113,400	5,957,200	0	11,070,600

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.00	1,174,200	611,200	0	1,785,400
% Change from Original App	0.0%	23.3%	10.4%		16.3%
Governor's Recommendation					
Change from Original App	0.00	66,500	79,000	0	145,500
% Change from Original App	0.0%	1.3%	1.3%		1.3%

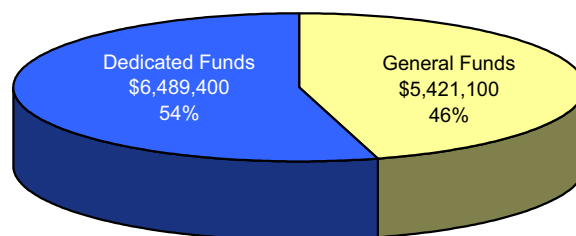
Organizational Chart



Source: The Data Processing Services Fund consists of fees charged to agencies for using the resources of the State Controller's Computer Service Center.

Use: To provide personnel costs, operating expenditures, and capital outlay acquisitions for the Computer Service Center.

Funding Sources FY 2005 Request = \$11,910,500

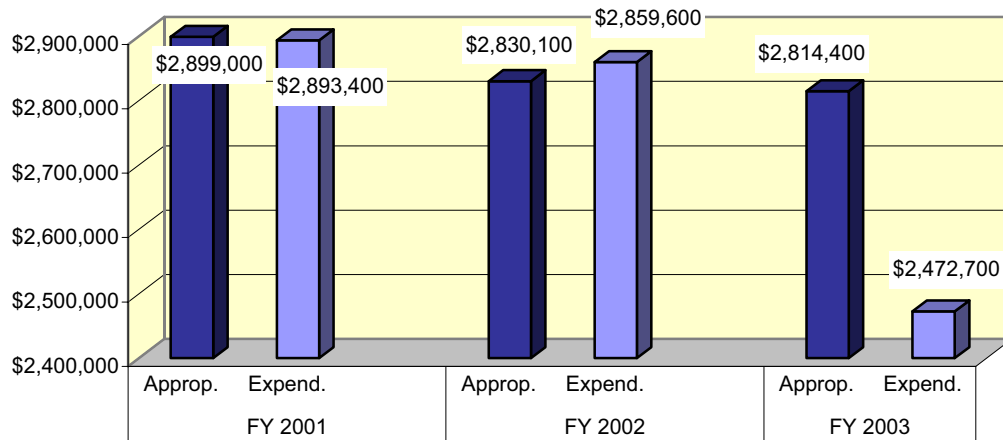


Source: The General Fund, which is then reimbursed through the statewide cost allocation plan.

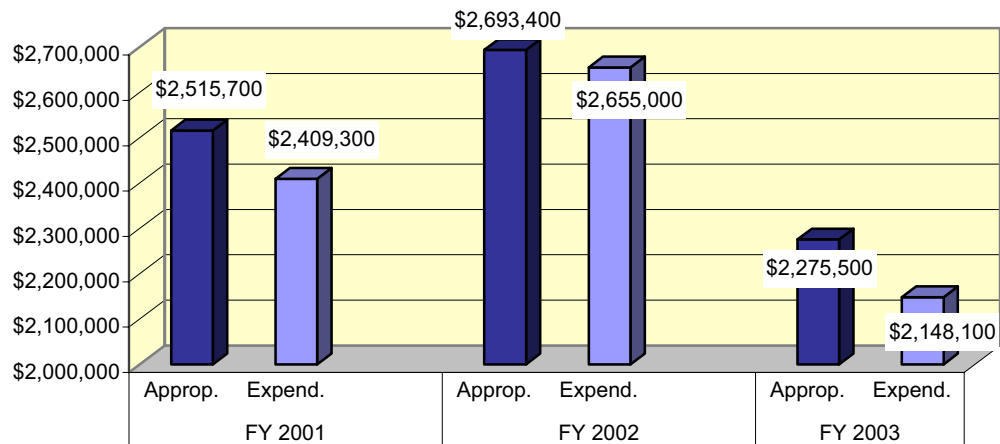
Use: Used for general government overhead for the statewide accounting and statewide payroll divisions (personnel costs, operating expenditures, and capital outlay).

Total Appropriations & Actual Expenditures for FY 2001 - 2003

Statewide Accounting - General Funds



Statewide Payroll - General Funds



Computer Center - Dedicated Funds

